



General Assembly

February Session, 2014

Raised Bill No. 399

LCO No. 2168



Referred to Committee on BANKS

Introduced by:
(BA)

AN ACT CONCERNING BANKERS' BANKS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subdivision (3) of subsection (q) of section 36a-70 of the
2 general statutes is repealed and the following is substituted in lieu
3 thereof (*Effective October 1, 2014*):

4 (3) A bankers' bank shall have all of the powers of and be subject to
5 all of the requirements applicable to a Connecticut bank under this title
6 which are not inconsistent with this subsection, except: (A) A bankers'
7 bank may only provide services for, or that indirectly benefit, other
8 banks, out-of-state banks, Connecticut credit unions, federal credit
9 unions, or out-of-state credit unions and for the directors, officers and
10 employees of such banks, out-of-state banks, Connecticut credit
11 unions, federal credit unions, or out-of-state credit unions; (B) only
12 [banks, out-of-state banks, Connecticut credit unions, federal credit
13 unions, or out-of-state credit unions having their principal office in
14 Connecticut, Maine, Massachusetts, New Hampshire, New York,
15 Rhode Island or Vermont] state-chartered or federally-chartered banks
16 and state-chartered or federally-chartered credit unions may own the

17 capital stock of or otherwise invest in a bankers' bank; (C) upon the
18 written request of a bankers' bank, the commissioner may waive
19 specific requirements of this title and the regulations adopted
20 thereunder if the commissioner finds that (i) the requirement pertains
21 primarily to banks that provide retail or consumer banking services
22 and is inconsistent with this subsection, and (ii) the requirement may
23 impede the ability of the bankers' bank to compete or to provide
24 desired services to its market provided, any such waiver and the
25 commissioner's findings shall be in writing and shall be made
26 available for public inspection; and (D) the commissioner may, by
27 regulation, limit the powers that may be exercised by a bankers' bank.

This act shall take effect as follows and shall amend the following sections:		
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Section 1	October 1, 2014	36a-70(q)(3)
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Statement of Purpose:

To allow for the expansion of the client base of a bankers' bank.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]